

General Assembly

Amendment

January Session, 2005

LCO No. 7982

SB0109707982HD0

Offered by:

REP. NARDELLO, 89th Dist.

To: Subst. Senate Bill No. 1097

File No. 214

Cal. No. 652

"AN ACT CONCERNING REGULATION OF TELECOMMUNICATIONS SERVICES."

- 1 Strike section 1 and insert the following in lieu thereof:
- "Section 1. Section 16-247f of the general statutes is repealed and the following is substituted in lieu thereof (*Effective July 1, 2005*):
- 4 (a) The department shall regulate the provision of 5 telecommunications services in the state in a manner designed to foster 6 competition and protect the public interest.
- 7 (b) Notwithstanding the provisions of section 16-19, [a
- 8 telecommunications service] the following telecommunications
- 9 services shall be deemed competitive services: (1) A
- 10 telecommunications service offered on or before July 1, 1994, by a
- 11 certified telecommunications provider and a wide area telephone
- 12 service, "800" service, centrex service or digital centrex service offered
- by a telephone company, [shall be deemed a competitive service. Any]
- 14 (2) a telecommunications service offered to business customers by a

telephone company, (3) a home office service offered by a telephone 15 16 company, and (4) a telecommunications service provided by a 17 telephone company or its affiliate to a residential customer who subscribes to three or more telephone company services, including 18 19 basic local exchange service, any vertical feature or interstate toll. 20 Unless reclassified pursuant to this section, any other service offered 21 by a telephone company on or before July 1, 1994, shall be deemed a 22 noncompetitive service, provided such initial classification shall not be 23 a factual finding that such service is noncompetitive. Notwithstanding 24 subdivision (3) of subsection (c) of section 16-247b, prior to January 1, 25 2010, a telephone company shall not obtain a waiver from the 26 department of the pricing standard set forth in subdivision (1) of 27 subsection (c) of section 16-247b for any service reclassified as 28 competitive pursuant to subdivision (2), (3) or (4) of this subsection.

- (c) On petition, on its own motion, or in conjunction with a tariff investigation conducted pursuant to subsection (f) of this section, after notice and hearing, and within ninety days of receipt of a petition or its motion or within the time period set forth in subsection (f) of this section, applicable, the department may reclassify as telecommunications service as competitive, emerging competitive or noncompetitive, in accordance with the degree of competition which exists for that service in the marketplace, provided (1) a competitive service shall not be reclassified as an emerging competitive service and (2) the department may extend the period (A) before the end of the ninety-day period and upon notifying all parties to the proceedings by thirty days, or (B) in accordance with the provisions of subsection (f) of this section, as applicable.
- (d) In determining whether to reclassify a telecommunications service, the department shall consider:
- (1) The number, size and geographic distribution of certified telecommunications providers of the service, provided the department shall not reclassify any service as competitive if such service is available only from a telephone company or an affiliate of a telephone

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48 company that is a certified telecommunications provider;

49 (2) The availability of functionally equivalent services in the 50 relevant geographic area at competitive rates, terms and conditions, 51 including, but not limited to, services offered by certified 52 telecommunications providers, providers of commercial mobile radio 53 services, as defined in 47 CFR 20.3, voice over Internet protocol 54 providers and other services provided by means of alternative 55 technologies;

- [(3) The financial viability of each company providing a functionally equivalent service in the relevant market;]
- [(4)] (3) The existence of barriers to entry into, or exit from, the relevant market;
- [(5) Other indicators of market power which the department deems relevant, which may include, but not be limited to, market penetration and the extent to which the provider of the service can sustain the price for the service above the cost to the company of providing that service;
- 65 (6) The extent to which other telecommunications companies must 66 rely upon the service to provide their telecommunications services;]
- [(7)] (4) Other factors that may affect competition; and
- [(8)] (5) Other factors that may affect the public interest.
- 69 (e) Each certified telecommunications provider and each telephone 70 company shall file with the department a new or amended tariff for 71 each competitive or emerging competitive intrastate 72 telecommunications service authorized pursuant to section 16-247c. A 73 tariff for a competitive service shall be effective on five days' written 74 notice to the department. A tariff for an emerging competitive service 75 shall be effective on twenty-one days' written notice to the department. 76 A tariff filing for a competitive or emerging competitive service shall 77 include (1) rates and charges which may consist of a maximum rate

and a minimum rate, (2) applicable terms and conditions, (3) a statement of how the tariff will benefit the public interest, and (4) any additional information required by the department. A telephone company filing a tariff pursuant to this section shall include in said tariff filing the information set forth in subdivisions (1) to (4), inclusive, of this subsection, a complete explanation of how the company is complying with the provisions of section 16-247b and, in a tariff filing which declares a new service to be competitive or emerging competitive, a statement addressing the considerations set forth in subsection (d) of this section. If the department approves a tariff which consists of a minimum rate and a maximum rate, the certified telecommunications provider or telephone company may amend its rates upon five days' written notice to the department and any notice to customers which the department may require, provided the amended rates are not greater than the approved maximum rate and not less than the approved minimum rate. A promotional offering for a previously approved competitive or emerging competitive tariffed service or a service deemed competitive pursuant to section 16-247f shall be effective on three business days' written notice to the department.

(f) On petition or its own motion, the department may investigate a tariff or any portion of a tariff, which investigation may include a hearing. The department may suspend a tariff or any portion of a tariff during such investigation. The investigation may include, but is not limited to, an inquiry to determine whether the tariff is predatory, deceptive, anticompetitive or violates the pricing standard set forth in subdivision (1) of subsection (c) of section 16-247b. Not later than seventy-five days after the effective date of the tariff, unless the party filing the tariff, all statutory parties to the proceeding and the department agree to a specific extension of time, the department shall issue its decision, including whether to approve, modify or deny the tariff. If the department determines that a tariff filed as a new service is, in fact, a reclassification of an existing service, the department shall review the tariff filing as a petition for reclassification in accordance

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112 with the provisions of subsection (c) of this section.

113 (g) The provisions of this section shall not prohibit the department 114 from ordering different tariff filing procedures or effective dates for an 115 emerging competitive service, pursuant to a plan for an alternative 116 form of regulation of a telephone company approved by the 117 department in accordance with the provisions of section 16-247k."